

**District Court Funds of  
District No. 39  
City of Roseville, Michigan**

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**Financial Report  
with Additional Information  
June 30, 2003**

# **District Court Funds of District No. 39**

## **City of Roseville, Michigan**

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## Independent Auditor's Report

To the District Judges of the 39th District  
Roseville, Michigan

We have audited the accompanying statement of net assets of the District Court Funds of District No. 39 (a component unit of the City of Roseville, Michigan) as of June 30, 2003. These financial statements are the responsibility of the management of the District Court Funds of District No. 39, City of Roseville, Michigan. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statement referred to above presents fairly, in all material respects, the financial position of the District Court Funds of District No. 39, City of Roseville, Michigan as of June 30, 2003, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statement taken as a whole. The supplemental information, as listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statement. The supplemental information has been subjected to the procedures applied in the audit of the basic financial statement and, in our opinion, is fairly stated in all material respects in relation to the basic financial statement taken as a whole.

As described in Note I, the District Court's financial statements reflect the provision of GASB Statement No. 34 as of July 1, 2002. The District Court Funds of District No. 39 has not presented a management's discussion and analysis (MD&A), which would be an analysis of the financial performance for the year. The Governmental Accounting Standards Board has determined that the MD&A is necessary to supplement, although not required to be part of, the basic financial statements.

*Plante & Moran, PLLC*

October 31, 2003



# District Court Funds of District No. 39

## City of Roseville, Michigan

### Statement of Net Assets

#### Year Ended June 30, 2003

	District Control Unit Collections	Bond Account	Garnishment Account	Jury and Witness Fee Account
<b>Assets - Cash and cash equivalents</b> (Note 2)	<u>\$ -</u>	<u>\$ 154,136</u>	<u>\$ 38,885</u>	<u>\$ -</u>
<b>Liabilities</b>				
Returnable bonds	\$ -	\$ 153,874	\$ -	\$ -
Due to General Fund	-	262	-	-
Escrow deposits	-	-	38,885	-
Total liabilities	<u>\$ -</u>	<u>\$ 154,136</u>	<u>\$ 38,885</u>	<u>\$ -</u>

# **District Court Funds of District No. 39**

## **City of Roseville, Michigan**

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### **Notes to Financial Statements**

#### **June 30, 2003**

#### **Note 1 - Significant Accounting Policies**

The accounting policies of the District Court Funds of District Court No. 39, City of Roseville, Michigan (the "District Court") conform to accounting principals generally accepted in the United States of America (GAAP) as applicable to governmental units. The District Court is governed by two elected judges. There are no component units.

Effective July 1, 2002, the District Court implemented the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. The District Court has elected not to present a management's discussion and analysis.

The following is a summary of the significant accounting policies used by the District Court Funds of District Court No. 39:

The funds of the District Court Funds of District No. 39, City of Roseville, Michigan are Agency Funds. The financial activities of the funds are limited to fine and fee collections that are transferred to the District Control Unit (City of Roseville) when processed. The accumulation of those collections and the ultimate payment to the applicable agencies are the responsibility of the District Control Unit. The funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

The operations of the District Court are included as a separate activity in the General Fund of the City of Roseville.

The District Court is a component unit of the City of Roseville and is included in the general purpose financial statements of the City at June 30, 2003.

#### **Note 2 - Cash and Cash Equivalents**

The District Court's cash and cash equivalents at June 30, 2003 are comprised of deposits totaling \$193,021. The deposits were reflected in the accounts of the bank (without recognition of checks written but not yet cleared or of deposits in transit) at approximately \$188,000, of which approximately \$129,000 was covered by federal depository insurance and \$59,000 was uninsured.

The District Court believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all bank deposits. As a result, the District Court evaluates each financial institution with which it deposits District Court funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

## **Supplemental Information**

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# District Court Funds of District No. 39

## City of Roseville, Michigan

### Schedule of Cash Receipts and Disbursements Year Ended June 30, 2003

	District Control Unit Collections	Bond Account	Garnishment Account	Jury and Witness Fee Account
<b>Cash and Cash Equivalents -</b>				
Beginning of year	\$ -	\$ 208,079	\$ 24,968	\$ -
<b>Receipts</b>				
Fines and fees	2,681,567	-	-	-
Bonds posted	-	814,658	-	-
Garnishments	-	-	82,807	-
Jury and witness fees	-	-	-	6,358
Interest income	-	2,068	-	-
Total receipts	2,681,567	816,726	82,807	6,358
<b>Disbursements</b>				
Transfers to District Control Unit	1,831,306	-	-	-
Transfers to District Control Unit for payment to:				
State of Michigan	493,835	-	-	-
Macomb County	52,514	-	-	-
Judges' Retirement System	18,389	-	-	-
Probation fees	34,168	-	-	-
Attorney fees	91,706	-	-	-
Refunds and miscellaneous	159,649	-	-	-
Bond refunds, forfeitures, and transfers	-	870,669	-	-
Garnishments	-	-	68,890	-
Jury and witness fees	-	-	-	6,358
Total disbursements	2,681,567	870,669	68,890	6,358
<b>Cash and Cash Equivalents -</b>				
End of year	<u>\$ -</u>	<u>\$ 154,136</u>	<u>\$ 38,885</u>	<u>\$ -</u>